

DEPARTMENT OF AGRICULTURE

FINANCIAL SUMMARY

	FY 2009 EXPENDITURE	FY 2010 APPROPRIATION	FY 2011 REQUEST	GOVERNOR RECOMMENDS FY 2011
Office of the Director	\$ 35,525,059	\$ 39,216,915	\$ 34,115,566	\$ 36,228,855
Agriculture Business Development Division	4,322,042	4,713,856	5,346,887	4,988,851
Division of Animal Health	3,873,865	5,376,941	5,376,941	5,551,737
Division of Grain Inspection and Warehousing	2,051,467	2,826,575	2,841,575	2,838,075
Division of Plant Industries	2,495,688	2,921,291	3,366,771	3,366,771
Division of Weights and Measures	2,986,701	3,578,486	3,563,486	3,563,486
Missouri State Fair	4,073,727	4,916,117	4,916,117	4,916,117
State Milk Board	1,159,716	1,591,933	1,566,433	1,559,823
DEPARTMENTAL TOTAL	\$ 56,488,265	\$ 65,142,114	\$ 61,093,776	\$ 63,013,715
General Revenue Fund	44,132,894	9,907,564	42,718,785	44,340,263
Federal Budget Stabilization Fund	0	37,515,000	0	0
Federal Funds	1,866,279	3,598,225	4,145,134	4,145,134
Animal Health Laboratory Fee Fund	231,230	618,926	570,842	570,842
Animal Care Reserve Fund	333,570	506,942	556,641	801,181
State Fair Fees Fund	3,578,014	4,338,536	4,338,536	4,392,457
Milk Inspection Fees Fund	1,037,317	1,459,359	1,467,893	1,467,893
Grain Inspection Fees Fund	1,241,396	1,855,003	1,855,003	1,855,003
Petroleum Inspection Fund	1,813,242	2,275,907	2,406,500	2,406,500
Agriculture Business Development Fund	189,357	405,277	415,277	415,277
Missouri Wine and Grape Fund	1,692,685	1,833,569	1,828,859	1,828,859
Other Funds	372,281	827,806	790,306	790,306
Total Full-time Equivalent Employees	351.43	391.06	397.09	397.34
General Revenue Fund	184.62	189.94	193.97	187.71
Federal Funds	23.42	31.36	35.36	35.36
Other Funds	143.39	169.76	167.76	174.27

DEPARTMENT SUMMARY

The Fiscal Year 2011 budget provides \$63 million for the Department of Agriculture. The department provides services for Missouri's farmers, ranchers, and agriculture processors. Although the revenue situation makes budget reductions necessary, the Governor's budget does include strategic investments in agriculture. These include funds to promote local food production, strengthen annual disease control efforts, and promote biodiesel production. The core functions provided by the Department of Agriculture include:

- Promote Missouri agriculture, both at home and abroad.
- Assist start-up value-added agriculture businesses.
- Protect Missouri's livestock and domestic animals, and the businesses and citizens who rely on them.
- Inspect Missouri's fresh fruits, vegetables, milk, feed, seed, and forest products.
- Regulate, control, and inspect measuring devices and petroleum products.

**DEPARTMENT OF AGRICULTURE
OFFICE OF THE DIRECTOR**

FINANCIAL SUMMARY

	FY 2009 EXPENDITURE	FY 2010 APPROPRIATION	GOVERNOR RECOMMENDS FY 2011
Office of the Director	\$ 35,525,059	\$ 39,216,915	\$ 36,228,855
PERSONAL SERVICE			
General Revenue Fund	833,451	912,668	912,668
Federal Funds	46,039	188,880	188,880
EXPENSE AND EQUIPMENT			
General Revenue Fund	108,692	167,309	155,598
Federal Funds	132,068	201,224	335,549
Other Funds	141,626	0	214,326
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	34,251,325	120,000	34,295,000
Federal Funds	11,858	37,626,834	126,834
TOTAL			
General Revenue Fund	35,193,468	1,199,977	35,363,266
Federal Funds	189,965	38,016,938	651,263
Other Funds	141,626	0	214,326
Total Full-time Equivalent Employees	16.91	21.00	21.00
General Revenue Fund	16.04	17.55	17.55
Federal Funds	0.87	3.45	3.45

The Office of the Director makes policy decisions on agricultural issues, sets the department's goals and priorities, and coordinates activities of the various divisions to achieve those goals. The Office of the Director includes administrative functions such as fiscal services, human resources, and public information. The Director's Office also administers the Ethanol Producer Incentive Program and the Biodiesel Producer Incentive Program.

Fiscal Year 2011 Governor's Recommendations

- \$34,175,000 for incentives for biodiesel plants.
- \$348,651 federal and other funds for vehicle replacements.
- (\$25,000,000) Federal Budget Stabilization Fund core reduction from the Fiscal Year 2010 appropriation level.
- (\$12,500,000) Federal Budget Stabilization Fund reduction for one-time expenditures.
- (\$11,711) core reduction from the Fiscal Year 2010 appropriation level.

**DEPARTMENT OF AGRICULTURE
AGRICULTURE BUSINESS DEVELOPMENT**

FINANCIAL SUMMARY

	FY 2009 EXPENDITURE	FY 2010 APPROPRIATION	GOVERNOR RECOMMENDS FY 2011
Agriculture Business Development Division	\$ 4,322,042	\$ 4,713,856	\$ 4,988,851
PERSONAL SERVICE			
General Revenue Fund	984,086	983,009	1,043,976
Federal Funds	7,560	66,340	66,340
Other Funds	369,048	448,284	448,284
EXPENSE AND EQUIPMENT			
General Revenue Fund	567,450	491,534	830,272
Federal Funds	69,720	256,244	256,244
Other Funds	1,646,421	2,024,368	2,019,658
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	550,369	252,447	122,447
Federal Funds	71,472	42,500	42,500
Other Funds	55,916	149,130	159,130
TOTAL			
General Revenue Fund	2,101,905	1,726,990	1,996,695
Federal Funds	148,752	365,084	365,084
Other Funds	2,071,385	2,621,782	2,627,072
Total Full-time Equivalent Employees	34.64	34.83	36.11
General Revenue Fund	24.86	23.42	24.70
Federal Funds	0.23	1.26	1.26
Other Funds	9.55	10.15	10.15

The Agriculture Business Development Division (ABD) increases the profitability of Missouri's farmers and agribusinesses by increasing international and domestic sales of agricultural products that are produced or processed in Missouri. The division provides six specific services: (1) business counseling, (2) domestic marketing assistance, (3) international marketing assistance, (4) industry facilitation, (5) product promotion, and (6) financial programs. The first five of these services are administered through the Business Services Program of ABD. Financial programs are administered through the Missouri Agriculture and Small Business Development Authority (MASBDA), which is governed by an independent board. MASBDA administers loans, loan guarantees, grants, and tax credits aimed at increasing the profitability of Missouri's farmers.

ABD also administers the AgriMissouri branding initiative which promotes products that are produced or processed in Missouri through a variety of marketing channels, including retail, restaurants, schools, institutions, and direct-to-consumer marketing. Over 250 Missouri businesses are members of AgriMissouri. Members of the Commission on the Marketing of Missouri Agricultural Products serve as advisors to the department's AgriMissouri marketing efforts.

Fiscal Year 2011 Governor's Recommendations

- \$611,747 and 2.03 staff to support the production, processing, and consumption of local foods, including \$601,747 general revenue.
- (\$258,036) and (.75) staff core reduction from the Fiscal Year 2010 appropriation level.
- (\$59,006) core reduction for one-time expenditures.
- (\$15,000) reallocated to the Division of Grain Inspection and Warehousing.
- (\$4,710) Missouri Wine and Grape Fund transferred to the Office of Administration.

**DEPARTMENT OF AGRICULTURE
DIVISION OF ANIMAL HEALTH**

FINANCIAL SUMMARY

	FY 2009 EXPENDITURE	FY 2010 APPROPRIATION	GOVERNOR RECOMMENDS FY 2011
Division of Animal Health	\$ 3,873,865	\$ 5,376,941	\$ 5,551,737
PERSONAL SERVICE			
General Revenue Fund	1,813,688	1,902,919	1,841,675
Federal Funds	477,416	625,988	674,072
Other Funds	253,437	511,323	661,779
EXPENSE AND EQUIPMENT			
General Revenue Fund	582,514	584,172	575,672
Federal Funds	358,788	915,026	915,026
Other Funds	331,237	695,061	741,061
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	1	1
Other Funds	56,785	142,451	142,451
TOTAL			
General Revenue Fund	2,396,202	2,487,092	2,417,348
Federal Funds	836,204	1,541,014	1,589,098
Other Funds	641,459	1,348,835	1,545,291
Total Full-time Equivalent Employees	65.56	72.35	73.35
General Revenue Fund	45.55	45.42	40.91
Federal Funds	12.67	14.50	15.50
Other Funds	7.34	12.43	16.94

The Division of Animal Health implements programs to protect Missouri's livestock, poultry, and other domestic animals from dangerous, infectious, or contagious diseases. These responsibilities include the enforcement of animal health regulations as required under Section 267.230, RSMo. Through control and elimination of diseases and diseased animals, the division enables Missouri's livestock and poultry to remain eligible for interstate and international export marketing. Diagnostic laboratories are maintained in Jefferson City and Springfield, and additional professional services are contracted through the University of Missouri-Columbia College of Veterinary Medicine. The division also works closely with USDA-Veterinary Services and receives significant federal funding as a result of this relationship.

The division's Meat and Poultry Inspection Program works with producers to promote, protect, and develop the agricultural interests of Missouri processed meat products. This program helps livestock and poultry producers add value to their operations and capture additional profits from their meat products. To ensure the health and well-being of companion animals sold in Missouri, the division also licenses and inspects animal shelters, dog pounds, boarding kennels, commercial kennels, contract kennels, and pet shops.

Fiscal Year 2011 Governor's Recommendations

- \$244,540 Animal Care Reserve Fund and 5.51 staff to replace the Animal Care Facility Act Program's general revenue funding.
- \$203,892 and two staff to strengthen animal disease control efforts.
- (\$273,636) and (6.51) staff core reduction from the Fiscal Year 2010 appropriation level.

**DEPARTMENT OF AGRICULTURE
DIVISION OF GRAIN INSPECTION AND WAREHOUSING**

FINANCIAL SUMMARY

	FY 2009 EXPENDITURE	FY 2010 APPROPRIATION	GOVERNOR RECOMMENDS FY 2011
Division of Grain Inspection and Warehousing	\$ 2,051,467	\$ 2,826,575	\$ 2,838,075
PERSONAL SERVICE			
General Revenue Fund	638,192	720,035	700,035
Federal Funds	9,359	35,021	35,021
Other Funds	1,077,362	1,548,059	1,548,059
EXPENSE AND EQUIPMENT			
General Revenue Fund	95,145	77,784	109,284
Federal Funds	3,340	41,180	41,180
Other Funds	215,588	374,493	374,493
PROGRAM SPECIFIC DISTRIBUTION			
Other Funds	12,481	30,003	30,003
TOTAL			
General Revenue Fund	733,337	797,819	809,319
Federal Funds	12,699	76,201	76,201
Other Funds	1,305,431	1,952,555	1,952,555
Total Full-time Equivalent Employees	54.78	65.25	65.25
General Revenue Fund	14.58	17.00	17.00
Federal Funds	0.22	0.50	0.50
Other Funds	39.98	47.75	47.75

The Division of Grain Inspection and Warehousing operates four programs to assist Missouri grain farmers and agribusinesses. The Grain Regulatory Services Program enforces the Grain Warehouse Law, Chapter 411, RSMo, and the Grain Dealers Law, Section 276.401 through 276.581, RSMo, to ensure grain producers that license grain warehouses and grain dealers are reputable businesses in sound financial condition.

The Grain Inspection Services Program performs official inspection and weighing of grain upon request to assist both grain farmers and grain businesses in the marketing of Missouri's corn, soybean, wheat, and other grain crops. All costs are paid from fees charged for services performed.

The division also administers the state's Certified Agricultural Mediation Program, which mediates disputes between Missouri farmers and USDA agencies, and the Commodity Merchandising Program, which provides centralized administration for the collection and distribution of fees for nine commodity check-off programs.

Fiscal Year 2011 Governor's Recommendations

- \$15,000 reallocated from the Division of Agriculture Business Development.
- (\$3,500) core reduction from the Fiscal Year 2010 appropriation level.

**DEPARTMENT OF AGRICULTURE
DIVISION OF PLANT INDUSTRIES**

FINANCIAL SUMMARY

	FY 2009 EXPENDITURE	FY 2010 APPROPRIATION	GOVERNOR RECOMMENDS FY 2011
Division of Plant Industries	\$ 2,495,688	\$ 2,921,291	\$ 3,366,771
PERSONAL SERVICE			
General Revenue Fund	1,531,427	1,588,996	1,664,996
Federal Funds	354,073	401,770	519,270
Other Funds	12,465	75,716	38,216
EXPENSE AND EQUIPMENT			
General Revenue Fund	271,856	212,903	255,383
Federal Funds	322,347	531,797	778,797
Other Funds	3,520	30,410	30,410
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	0	79,475	79,475
Other Funds	0	224	224
TOTAL			
General Revenue Fund	1,803,283	1,801,899	1,920,379
Federal Funds	676,420	1,013,042	1,377,542
Other Funds	15,985	106,350	68,850
Total Full-time Equivalent Employees	49.29	52.21	56.21
General Revenue Fund	39.36	39.56	41.56
Federal Funds	9.43	10.65	13.65
Other Funds	0.50	2.00	1.00

The Division of Plant Industries operates six programs and two laboratories serving Missouri agriculture. The Feed and Seed Program performs sampling and laboratory analyses of planting seed and commercial feeds to ensure that they meet requirements for accurate labeling. Inspections are also conducted to ensure good manufacturing practices are followed and that prohibited mammalian protein is not formulated into feed rations to help prevent the dissemination of Bovine Spongiform Encephalopathy (Mad Cow Disease).

The Pesticide Control Program promotes the safe use of pesticides by licensing private and commercial applications, conducting field inspections, conducting investigations of pesticide misuse, and ensuring the proper registration of pesticides. The Plant Pest Control Program conducts inspections of nurseries, greenhouses, and other plant products to prevent the introduction and dissemination of insect, disease, and noxious weed pests that could be detrimental to plants and crops. Phytosanitary certification inspections are also conducted for plant materials being exported to other states and countries.

The Integrated Pest Management Program (IPM) promotes effective alternative strategies to traditional pest control through the use of biological control agents, pest resistant varieties, and adoption of improved cultural practices. The IPM Program also administers the Boll Weevil Eradication Program. The Forest Resources and Weed Control Program inspects treated wood products to ensure that minimum preservation standards are met and assists county weed control boards in the control and eradication of Johnson grass, a noxious weed. The Fresh Fruit and Vegetable Inspection Program performs shipping point and terminal market inspections of fresh produce to facilitate the sale of Missouri grown produce and ensure the quality of produce sold to consumers.

Fiscal Year 2011 Governor's Recommendations

- \$327,000 federal funds and two staff to assess, monitor, and combat emerald ash borer infestations.
- \$118,902 and two staff to support the production, processing, and consumption of local foods.
- (\$422) core reduction for one-time expenditures.

**DEPARTMENT OF AGRICULTURE
DIVISION OF WEIGHTS AND MEASURES**

FINANCIAL SUMMARY

	FY 2009 EXPENDITURE	FY 2010 APPROPRIATION	GOVERNOR RECOMMENDS FY 2011
Division of Weights and Measures			
TOTAL	\$ 2,986,701	\$ 3,578,486	\$ 3,563,486
PERSONAL SERVICE			
General Revenue Fund	898,119	990,682	970,682
Federal Funds	0	35,946	35,946
Other Funds	1,301,349	1,504,637	1,504,637
EXPENSE AND EQUIPMENT			
General Revenue Fund	390,402	210,951	230,951
Federal Funds	2,239	15,000	0
Other Funds	394,592	771,270	771,270
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	0	50,000	50,000
TOTAL			
General Revenue Fund	1,288,521	1,201,633	1,201,633
Federal Funds	2,239	100,946	85,946
Other Funds	1,695,941	2,275,907	2,275,907
Total Full-time Equivalent Employees	63.41	70.11	70.11
General Revenue Fund	27.27	28.61	28.61
Federal Funds	0.00	1.00	1.00
Other Funds	36.14	40.50	40.50

The Division of Weights and Measures operates four regulatory programs and two laboratories to fulfill its goal of protecting consumers. The Device and Commodity Program inspects livestock market, grain elevator, vehicle, and small retail scales and scanning devices to ensure their accuracy. In addition, milk sales practices are monitored and shell eggs are inspected for quality.

The Petroleum/Propane/Anhydrous Ammonia Program protects consumers against inaccurate and unsafe gasoline pumps and unsafe practices by the retailer. In addition, they approve propane gas delivery truck and dispenser meters to prevent overcharges on fuel bills and oversee anhydrous ammonia fertilizer installations for safety.

The Metrology Laboratory certifies volume and weight standards used by device service repair technicians, maintains all mass and volume standards used for calibrating industry standards, and certifies all weighing and measuring devices used by the division's inspectors. In addition, the Moisture Meter Program protects Missouri farmers against unjustified discounts on grain sales due to inaccurate moisture content values.

The Fuel Quality Program and laboratory collect samples and perform chemical analyses on gasoline, diesel fuel, heating oil, and other fuels to ensure that octane and other quality specifications are met.

Fiscal Year 2011 Governor's Recommendations

- (\$15,000) Federal Budget Stabilization Fund core reduction for one-time expenditures.

**DEPARTMENT OF AGRICULTURE
MISSOURI STATE FAIR**

FINANCIAL SUMMARY

	FY 2009 EXPENDITURE	FY 2010 APPROPRIATION	GOVERNOR RECOMMENDS FY 2011
State Fair	\$ 4,073,727	\$ 4,916,117	\$ 4,916,117
PERSONAL SERVICE			
General Revenue Fund	493,779	567,580	513,659
Other Funds	1,059,106	1,370,829	1,424,750
EXPENSE AND EQUIPMENT			
Other Funds	2,506,536	2,937,707	2,937,707
PROGRAM SPECIFIC DISTRIBUTION			
Other Funds	14,306	40,001	40,001
TOTAL			
General Revenue Fund	493,779	567,580	513,659
Other Funds	3,579,948	4,348,537	4,402,458
Total Full-time Equivalent Employees	58.86	63.38	63.38
General Revenue Fund	14.27	16.25	15.25
Other Funds	44.59	47.13	48.13

The Missouri State Fair is held annually in August on the state fairgrounds in Sedalia. The fair provides a showcase for livestock, agricultural products, commercial exhibits, and other displays. In addition, the fair offers a variety of entertainment and educational events. The fairgrounds are used during the rest of the year for exhibits, sales, meetings, competitions, and entertainment events.

Fiscal Year 2011 Governor's Recommendations

- \$53,921 State Fair Fees Fund and one staff to replace general revenue.
- (\$53,921) and (one) staff core reduction from the Fiscal Year 2010 appropriation level.

**DEPARTMENT OF AGRICULTURE
STATE MILK BOARD**

FINANCIAL SUMMARY

	FY 2009 EXPENDITURE	FY 2010 APPROPRIATION	GOVERNOR RECOMMENDS FY 2011
State Milk Board			
TOTAL	\$ 1,159,716	\$ 1,591,933	\$ 1,559,823
PERSONAL SERVICE			
General Revenue Fund	105,501	105,528	100,252
Other Funds	237,557	324,352	324,352
EXPENSE AND EQUIPMENT			
General Revenue Fund	16,898	19,046	17,712
Other Funds	119,698	365,447	339,947
PROGRAM SPECIFIC DISTRIBUTION			
Other Funds	680,062	777,560	777,560
TOTAL			
General Revenue Fund	122,399	124,574	117,964
Other Funds	1,037,317	1,467,359	1,441,859
Total Full-time Equivalent Employees	7.98	11.93	11.93
General Revenue Fund	2.69	2.13	2.13
Other Funds	5.29	9.80	9.80

The State Milk Board inspects, samples, and tests milk and milk products ensuring that they are wholesome and safe for consumption. The board operates both a Grade A Milk Inspection Program and a Manufacturing Grade Milk Inspection Program to ensure milk quality. An inspection fee of up to five cents per one hundred pounds of Grade A milk is assessed and deposited in the Milk Inspection Fees Fund to cover all costs of the Grade A Milk Inspection Program. The Manufacturing Grade Milk Inspection Program, which ensures sanitation and quality standards for milk used only for manufacturing dairy products (e.g. cheese, butter, and ice cream), is funded from general revenue because inspection fees have not been assessed on manufacturing grade milk producers. Approximately one-half of all Grade A milk is consumed as fluid milk with the remainder used for manufacturing purposes.

Fiscal Year 2011 Governor's Recommendations

- (\$25,500) Milk Inspection Fees Fund core reduction for one-time expenditures.
- (\$6,610) core reduction from the Fiscal Year 2010 appropriation level.